

NDWEDWE

LOCAL MUNICIPALITY

UMASIPALA WASE NDWEDWE

Private Bag X 503
Ndwedwe 4342
KwaZulu-Natal
Republic of South Africa
Tel: (032) 532 1089
Fax: (032) 532 1071
E-mail: sifisok@ndwedwe.org.za



Foreword

The year 2007/ 08 was very significant to the South African Society mainly for two key reasons viz: marking the second year of the implementation of the five year local government strategic agenda and also conducting the community survey by Statistics South Africa to establish the extent to which the population demographics and the social transformation agenda have varied positively and negatively.

At the beginning of 2007/08 financial year the municipality had no strategic programme through which to address the developmental priorities of the communities.

The change of the council's political leadership on 26 September 2007 brought about a renewed **VISION, HOPE AND COMMITMENT** among municipality council and community through the 8 month interventionist service delivery programme called **OPERATION SITHATHA'IGXATHO**.

The shrewd council leadership under the Mayorship of Cllr S.W Kubheka worked hard in ensuring that the 8 month programme got the support of all roleplayers.

This programme focused on eight key areas viz: provision of infrastructure, building local economy, fighting poverty, integrated development of youth, women and disabled, municipal transformation and good governance, building public participation capacity and systems, council's performance and support and building the caring government.

Indeed this programme delivered immensely on these eight developmental priorities hence it laid a solid foundation for the formulation and roll out for the 2008/09 service delivery programme.

The commitment of the council political leadership, municipal administrative leadership and community roleplayers ensured the unity, common vision and cohesion towards the realization of **OPERATION SITHATH' INGXATHO**.

Indeed through the gains and victories of the eight month programme a good foundation has been laid in creating **THE MUNICIPALITY OF HOPE, DIGNITY AND PROSPERITY**.

Let us all work on this solid foundation to faster development for a **BETTER LIFE FOR ALL**.

Revolutionary thanks

**HIS WORSHIP THE MAYOR
CLLR S.W KUBHEKA**

2007/2008 ANNUAL FINANCIAL STATEMENTS

INDEX

	PAGE
1. GENERAL INFORMATION	1
2. APPROVAL OF INFORMATION	2
3. FOREWORD	3;4
4. REPORT OF THE DIRECTOR FINANCE	11,12,13,14,15
5. ACCOUNTING POLICIES	16,17
6. BALANCE SHEET	18
7. INCOME STATEMENT	19
8. CASH FLOW STATEMENT	20
9. NOTES TO THE FINANCIAL STATEMENTS	21,22,23,24
10. APPENDICES	
A- STATUTORY FUNDS AND RESERVES	25
C- ANALYSIS OF FIXED ASSETS	26
D- ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2008	27
E- DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008	28
F- STATISTICAL INFORMATION	29

GENERAL INFORMATION

MEMBERS OF THE EXECUTIVE COMMITTEE

Mayor	Councillor SW Kubheka
Deputy Mayor	Councillor BF Luthuli
Speaker	Councillor MJ Zondi
Member of Executive Committee	Councillor BJ Shozi
Member of Executive Committee	Councillor J Luthuli
Member of Executive Committee	Councillor N Vilakazi
Member of Executive Committee	Councillor M Hadebe
Member of Executive Committee	Councillor BE Blose

GRADING OF LOCAL AUTHORITY

Grade 2

AUDITORS

Auditor-General

BANKERS

First National Bank
Verulam Branch

REGISTERED OFFICE

Ndwedwe Local Municipality
Lot 47-48 Road P 100
Ndwedwe
4342
Telephone Number: 032-532 1089

Private Bag x 503
Ndwedwe
4342
Fax: 032-532 1071

APPROVAL OF FINANCIAL STATEMENTS

The Annual Financial Statements as set out on **pages 5 to 23** were approved by the Municipal Manager on **31 August 2008**.

**ACTING MUNICIPAL MANAGER
MR P. N. MHLONGO**

**DIRECTOR FINANCE
MR S.K. KHOZA
L I M F O**

REPORT OF THE DIRECTOR

INTRODUCTION

This is the eighth set of Financial Statements of Ndwedwe Municipality since its establishment in 5 December 2000.

Most of the projects that were rolled over from 2006/2007 to 2007/2008 were completed however a huge challenge still remains. The major challenge is that ensuring timely completion budgeted projects and adherence to the predetermined goals as per SDBIP. During the year under review we experience another challenge with regards to bid committees, on certain instances bids could not meet due non-availability of appropriate members etc. Since the full implementation of SCM positive spinoffs are gradually realized but there is more room for improvement in light of the prevailing challenges.

Ndwedwe Municipality as a low capacity Municipality is now expected to comply with all provisions of the MFMA as per the phase-in schedule issued in 2004, which includes the compilation of the annual report.

1. OPERATING RESULTS

Details of the operating results are included in Appendices C, D and E. Applicable statistics are shown on appendix F. The overall operating expenditure results for the year ended 30 June 2008 are as follows:-

INCOME	ACTUAL 2007 R	ACTUAL 2008 R	VARIANCE 2007/2008 %	BUDGETED 2008 R	VARIANCE ACTUAL/BUDG ETED %
Opening Surplus	12,674,575			0	100%
Operating Income for the year	41,501,069	42,293,813	1.91%	49,045,652	-15.96%
Closing Deficit	0	0			
	54,257,644			49,045,652	

EXPENDITURE	ACTUAL 2007 R	ACTUAL 2008 R	VARIANCE 2007/2008 %	BUDGETED 2008 R	ACTUAL 2007 R
Opening Deficit	0			0	
Operating expenditure for the year	22,585,806			49,045,652	
Other Adjustments	0			0	0
Closing surplus	10,169,511			0	
	32,755,317			49,045,652	

RATES AND GENERAL SERVICES

	ACTUAL 2007 R	ACTUAL 2008 R	VARIANCE 2007/2008 %	BUDGETED 2008 R	ACTUAL 2007 R
Income	41,583,069	42,293,813	-1.71%	49,045,652	-13.77%
Expenditure	22,585,806			49,045,652	
Surplus (Deficit)	18,997,263			0	0
Surplus (deficit as % of Total Income)	45.69%			0	

The Surplus arises from the Total Income which includes Equitable share, Provincial and National grants, Interest from Current and Investment accounts and other income.

2. CAPITAL EXPENDITURE

- The expenditure on Fixed Assets during the year amounted to **R 574 229.97**
- Total projects expenditure incurred in 2007/2008 amounted to **R 9,962,100**

The actual capital expenditure for the 2007/2008 is as follows:-

	2008 ACTUAL R	2008 BUDGETED R	2007 ACTUAL R
Land and Buildings		203,000	21,669
Infrastructure/ IDP Projects		13,778,786	9,962,100
Other Assets		252,000	552,561
		14,233,786	10,536,330

Resources used to finance the Fixed Assets were as follows:-

	2008 ACTUAL R	2008 BUDGETED R	2007 ACTUAL R
Contributions from: Grants and Subsidies- Fixed Assets		2,321,786	574,230
Grants and Subsidies- Projects		11,912,000	9,962,100
Donations			
		14,233,786	10,536,330

The percentage summary of expenditure is as follows:-

EXPENDITURE	R	%
Salaries, Wages and Allowances	14,368,316	63.88
General Expenditure	7,907,970	35.16
Repairs and Maintenance	216,001	0.96
Contribution to Capital outlay	0	0
Contributions to provisions	0	0
TOTAL	22,492,287	100

Refer to a Detailed Income Statement for the analysis of income received.

- ❖ Salaries, wages and allowances include salaries of all staff and all Councillors.
- ❖ General expenditure includes all costs incurred by the Municipality to operating on day to day basis.
- ❖ Repairs and maintenance includes all costs incurred to repair and maintain Fixed Assets to an effective operating level.
- ❖ Contributions to capital outlay refer to acquisition of Fixed Assets.
- ❖ Capital Development fund is calculated as a percentage of total income less interest received at 3% in terms of the Ordinance of 1974.

1. INVESTMENTS AND CASH

Investments and Cash on hand at 30 June 2008 amounted to R 23,548,868.36 and (R 29,854,039 in 2007). More information regarding cash on hand and investments is disclosed on notes 4 and 7.

2. FUNDS AND RESERVES

More information regarding Funds and Reserves is disclosed in the notes (1 to 2) and Appendix A.

3. POSTS BALANCE SHEET EVENTS

There were no post balance sheet events that would materially affect the Financial Statements.

4. EXPRESSION AND APPRECIATION

I wish to express my word of gratitude to His Worship The Mayor, Audit Committee members, Acting Municipal Manager, Directors of Departments and most of all the staff of Finance Services for the assistance and support they have given me during the preparation and compilation of the 2007/2008 Financial Statements.

MR S.K. KHOZA

L I M F O

DIRECTOR FINANCE SERVICES

28 AUGUST 2008

ACCOUNTING POLICIES

1. Basis of Presentation

These financial statements have been prepared to conform to the standards laid down by the Institute of Municipal and Finance Officers in its Code of Practice (1997) and Report on the Standardization of Local Authorities.

The Financial Statements are prepared on the historical cost basis adjusted for fixed assets as more fully detailed in the Accounting Policy, note 3. The accounting policies are consistent with those applied in the previous year, except if otherwise stated.

The Financial Statements are prepared on the accrual basis:-

- Income is accrued when collectable and measurable;
- Expenditure is accrued in the year it is incurred.

2. Debtors and Creditors

Current and capital transactions operate on an income and expenditure basis. Income accruing and any outstanding payments as at 30 June 2008 are brought to account by means of raising sundry debtors and sundry creditors respectively.

3. Fixed Assets

Fixed assets are stated:

- At historical cost including assets acquired by grant or donation while they are in existence and fit for use, except in the case of bulk assets which are written off at the end of their useful life as determined by the treasurer.

Depreciation

- The balance shown against the heading ``Loans Redeemed and Capital Receipts`` in the notes to the Balance sheet is tantamount to a provision for depreciation. By way of this provision assets are written down over estimated useful life.
- Grants or donations where representing the value of such grant or donation is immediately credited to the Loans Redeemed and Capital Receipts account.

4. Funds and Reserves

Capital Development Fund

The Capital Development Fund Ordinance No. 25 of 1974 requires a 3% of the defined income of a Local Authority for the immediately preceding financial year.

Funds

Details of the Funds are outlined on Appendix A and on Notes No. 2 of the Annual Financial Statements. Most of these funds are Conditional Grants.

5. Investments

Investments relate to the risk free deposits that are undertaken with financial institutes and such investments are stated at their cost and the interest that accrues from them is capitalized.

6. Retirement Benefits

The employees are members of the Natal Joint Municipal Pension/Provident Fund. The Fund has a full valuation on a tri-annual basis, and an interim valuation on an annual basis. It should be noted that association with the Natal Joint Municipal Pension Fund is compulsory.

Staff members are entitled to an 18% of basic salary towards council contribution to a retirement/pension/provident fund and 60% per month towards a medical aid scheme.

Staff members are afforded the opportunity to utilize any unused contribution, over and above their contribution to the Natal Joint Municipal Pension / Provident Fund and medical aid contribution, as a contribution to a retirement / pension / provident / medical fund of their own choice as from 1 January 1997.

7. Leased Assets

All leases are treated as operating lease and the relevant rentals are charged from the operating account in a systematic manner to the period of use of the asset concerned.

8. Surpluses and Deficits

Any surpluses or deficits arising from the operations are transferred to Rates and General services.

NDWEDWE MUNICIPALITY

BALANCE SHEET AS AT 30 JUNE 2008

		2008	2007
		R	R
	Note		
<u>CAPITAL EMPLOYED</u>			
FUNDS AND RESERVES		16 591 864	13 775 085
Statutory Funds	1	4 555 464	3 289 303
Reserves and Grant Funds	2	12 036 400	10 485 782
ACCUMULATED SURPLUS/ (DEFICIT)	12	7 418 583	10 169 511
TOTAL CAPITAL EMPLOYED		24 010 447	23 944 596
<u>EMPLOYMENT OF CAPITAL</u>			
FIXED ASSETS	3	-	-
LONG-TERM DEBTORS	5	-	32 225
NET CURRENT ASSETS		24 010 447	23 912 371
CURRENT ASSETS		26 176 029	30 058 172
Debtors	6	329 976	171 717
Cash at Bank	7	2 264 961	1 676 751
Short-term Investments	4	23 548 868	28 177 288
Short-term portion of long term debtors	5	32 225	32 416
CURRENT LIABILITIES		2 165 582	6 145 801
Creditors	8	1 586 105	5 746 170
Provisions	9	579 477	399 631
Short term portion of Long Term Liabilities		-	-
		24 010 447	23 944 596

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

NDWEDWE MUNICIPALITY

CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

	Note	2008 R	2007 R
CASH RETAINED FROM OPERATING ACTIVITIES			
Cash generated by operations	13	11 990 266	6 472 520
Investment income	13	3 038 318	2 301 810
(Increase)/Decrease in working capital	15	-4 285 907	3 799 607
CASH AVAILABLE FROM OPERATIONS		10 742 676	12 573 937
Cash contribution from Govt.	14	1 550 619	6 573 256
Net proceeds on disposal of fixed assets		87 723	146 958
CASH RETAINED FROM OPERATING ACTIVITIES		12 381 018	19 294 152
CASH UTILISED IN INVESTING ACTIVITIES			
Investment in Fixed Assets	3	-16 421 227	-10 536 330
NETT CASH FLOW		-4 040 209	8 757 822
CASH EFFECTS OF FINANCING ACTIVITIES			
(Increase)/Decrease in cash investments	16	4 628 419	-7 734 587
(Increase)/Decrease in bank and cash	17	-588 210	-1 023 235
NET CASH (GENERATED)/UTILISED		4 040 209	-8 757 822

NDWEDWE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
1 STATUTORY FUNDS		
Refer Appendix A		
Capital Development Fund	4 555 464	3 289 303
	4 555 464	3 289 303
2 RESERVES & GRANT FUNDS		
Refer to Appendix A		
Total	12 036 400	10 485 781
Establishment Grant	226 286	341 027
Municipal Systems Infrastructure	-14 535	857 705
Land Use Management Systems	360 000	180 000
Capacity Support Grant	2 724	2 724
Municipal Assistance Grant	733 487	735 756
MPRA Grant	35 855	35 855
Nhlangakazi Project	283 151	741 540
MFMA Grant	24 159	92 297
Financial Management Grant	751 657	384 529
Internal Departmental Monitoring	0	40 101
Property Rates Implementation Grant/ Valuation Roll	438 099	100 000
C D W/Local Economic Development	88 792	88 792
GIS	18 564	254 000
Municipal Development planning	143 149	227 997
Audit Comm & Internal control	141 388	150 000
General Reserves	5 177 036	4 987 016
Project Consolidate	0	46 750
Uthingo Lotto Funding/ Private Donations	561 757	-61 307
Public Participation	214 749	500 000
Bhamshela MPCC	127 457	360 000
Dube Trade Port Gijima KZN	-14 365	84 000
Technical Support MIIP's	200 000	200 000
Good Governance	0	137 000
Synergistic Partnership Amakhosi	460 485	0
Basic Bookkeeping	100 000	0
Bhamshela Nodal Development	1 250 000	0
Ndwedwe Small Factories	550 000	0
Hlalisile Women Co-Op	176 504	0
FIXED ASSETS		
3 Fixed Assets as at 1 July 2007	21 347 884	11 270 126
Capital Outlay during year	16 421 227	10 536 330
Less assets w/off, transferred or disposed	0	-458 572
Total Fixed Assets	11 37 769 111	21 347 884
Less: Loans redeemed and other capital receipts	12 37 769 111	21 347 884
Prior Year	21 347 884	11 270 126
Current Year	16 421 227	10 536 330
Asset written off	0	-458 572
Nett Fixed Assets	0	0
INVESTMENTS		
4 Unlisted:		
Standard Bank	7 10 070 931	8 917 203
First National Bank	8 6 228 184	11 970 657
ABSA Bank	9 7 249 754	7 289 428
	23 548 868	28 177 288
Average return on investments over a year	12.90%	7.25%

NDWEDWE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

		2008	2007
LONG TERM DEBTORS			
5 Car scheme debtors	1	32 225	64 641
Short term portion of long term debtors		-32 225	-32 416
Balance		<u>0</u>	<u>32 225</u>
DEBTORS			
6 Staff Debtors	2	21 811	21 811
Income accrued	10	112 825	118 981
Other Debtors	3	195 339	30 925
		<u>329 976</u>	<u>171 717</u>
CASH ON HAND AND AT BANK			
7 Current Account	4	<u>2 264 961</u>	<u>1 676 751</u>
CREDITORS			
8 Trade Creditors	5	1 205 431	5 746 170
Other Creditors	16	380 674	-
VAT	15	-	-
		<u>1 586 105</u>	<u>5 746 170</u>
PROVISIONS			
9 Leave pay	6	<u>579 478</u>	<u>399 631</u>
COMMITTEE MEMBERS REMUNERATION			
10 The amounts below are the total cost including all contributions made.			
S124(1)(a) MFMA			
Mayor's Allowances		429 390	356 196
Speaker's Allowances		354 001	246 877
Executive Committee		1 076 029	1 143 048
Councillors Allowances		3 106 746	4 025 796
Pension Fund Contribution for Councillors		327 707	358 514
Travelling Allowances		305 445	487 233
		<u>5 599 318</u>	<u>6 617 664</u>
This is to confirm that Salaries, Allowances and Benefits are paid within the upper level of the framework envisaged in section 219 of the Constitution, Government Gazette R1227 of 18 December 2007			
S124(1)(c) MFMA			
Municipal Manager		543 435	593 284
Directors		971 087	1 309 648
Managers			1 386 890
Pension Fund Contribution		127 741	191 679
Medical Aid Contribution		28 589	84 524
Retirement fund Contribution			0
Group Life Contribution		30 599	47 303
Travelling Allowances		331 164	646 397
Performance Bonus			142 971
		<u>2 032 615</u>	<u>4 402 696</u>

NDWEDWE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008	2007
FINANCE TRANSACTIONS		
11 Total external interest earned	<u>3 038 318</u>	<u>2 301 810</u>
12 APPROPRIATION ACCOUNT		
Accumulated surplus at the beginning of year	10 169 511	12 674 574
Operating surplus/(deficit) for the year	19 366 226	18 997 263
Prior year adjustments - Debt written off	0	0
Project funds allocated	0	0
Projects rolled over other adjustments	<u>-4 337 642</u>	<u>-10 035 412</u>
	25 198 095	21 636 425
Contributions to fixed assets	-16 421 227	-10 536 330
Contributions to	-1 358 285	-930 585
CDF	-1 178 438	-708 093
Leave pay	-179 847	-222 492
Interest on VAT	<u>0</u>	<u>0</u>
ACCUMULATED SURPLUS FOR THE YEAR	<u>7 418 583</u>	<u>10 169 511</u>
13 CASH GENERATED BY OPERATIONS		
Surplus/(Deficit) for the year	19 366 226	18 997 263
Appropriations for the year	-22 117 154	-21 502 327
Appropriations charged against income	17 599 665	11 244 423
Capital Development Fund	1 178 438	708 093
Fixed Assets	16 421 227	10 536 330
Contribution to Provisions		
Project roll over		
Interest on accumulated funds	-3 038 318	-2 301 810
Expenditure charged against provisions and reserves	179 847	34 971
Redemption of external loans	<u>0</u>	<u>0</u>
	<u>11 990 266</u>	<u>6 472 520</u>
14 CASH RETAINED FROM OPERATIONS		
Grants received	13 133 801	12 706 181
Grants spent	-11 583 183	-6 132 925
Other Grants	<u>1 550 619</u>	<u>6 573 256</u>

NDWEDWE MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008	2007
15 INCREASE/(DECREASE) IN WORKING CAPITAL		
(Increase)/Decrease in debtors	-125 843	79 737
Increase/(Decrease) in creditors	-4 160 065	3 719 870
	-4 285 907	3 799 607

16 (INCR)/DECR IN EXTERNAL CASH INVESTMENTS

Standard Bank Call Account		
Investments made	7 6 184 106	7 661 775
Investments realised	7 -5 030 379	-5 121 306
FNB		
Investments made	8 6 440 137	13 357 760
Investments realised	8 -12 182 611	-7 204 362
ABSA		
Investments made	9 7 111 375	9 628 976
Investments realised	9 -7 151 049	-10 588 257
	-4 628 420	7 734 586

17 (INCR)/DECR IN BANK CASH

Balance at beginning of year	1 676 751	653 516
Less balance at end of year	-2 264 961	-1 676 751
	-588 209	-1 023 235

18 RETIREMENT BENEFITS

Employees belong to the following funds within the Natal Joint Municipal Pension Funds which provide retirement benefits to such employees. All amounts due to the fund are fully paid up.

- Provident Fund

19 CAPITAL COMMITMENTS

Capital Expenditure - Commitments	5 177 036	7 480 982
- Approved and contracted for	-5 177 036	-7 480 982
	0	0

20 CAPITAL DEVELOPMENT FUND

Accumulated Fund	4 555 464	3 289 303
Less Internal investments in CCDF	0	0
	4 555 464	3 289 303

21 COMPULSORY DISCLOSURE S125(1)(c) MFMA

Audit Fees	303 245	452 358
Taxes PAYE	1 679 774	1 886 987
Levies	113 689	0
SALGA	0	25 038
Pension Contributions	567 128	1 118 658
Medical Contributions	337 057	272 444
	3 000 893	3 755 486

As at the 30 June 2008 no amounts were outstanding in respect of the above items.

22 COMPULSORY DISCLOSURE S125(2)(a)(i) MFMA BANK ACCOUNT

Bank account	
Name	First National
Type	Cheque
Year opening	October 2001
Balance at year end	R 2 264 960.61

APPENDIX A
NDWEDWE MUNICIPALITY
STATUTORY FUNDS AND RESERVES FOR THE YEAR ENDED 30 JUNE 2008

	Balance 01-Jul-07	Contributions R	Interest on Investments R	Other Income R	Expenditure R	Balance 30 June 2008 R
--	----------------------	--------------------	---------------------------------	-------------------	------------------	------------------------------

STATUTORY FUNDS

Capital Development Fund	3 289 303	1 178 438		87 723		4 555 464
--------------------------	-----------	-----------	--	--------	--	-----------

RESERVES - GRANTS

Establishment Grant	341 027			-	-114 741	226 286
Municipal Systems Infrastructure	857 705			867 333	-1 739 573	-14 535
Land Use Management Systems	180 000			180 000	-	360 000
Capacity Support Grant	2 724			-	-	2 724
Municipal Assistance programme	735 756			-	-2 269	733 487
MFMA	92 297			-	-68 138	24 159
Financial Management Grant	384 529			500 000	-132 872	751 657
GIS	254 000			-	-235 436	18 564
MPRA	35 855			-	-	35 855
Interdepartmental Monitoring	40 101			-	-40 101	0
Municipal Development planning	227 997			-	-84 848	143 149
Audi Comm and internal Control	150 000			-	-8 612	141 388
Capital Reserves	4 987 016			5 944 351	-5 754 330	5 177 036
Project Consolidate	46 750			-	-46 750	0
Private Donations - Lotto grant	-61 307			2 320 251	-1 697 187	561 757
CDW LED Grant	88 792			-	-	88 792
Valuation Roll	100 000			433 358	-95 259	438 099
Nhlangakazi Project	741 540			0	-458 389	283 151
Public participation	500 000			200 000	-485 251	214 749
Bhamshela MPCC	360 000			0	-232 543	127 457
Dube Trade Port Gijima KZN	84 000			105 000	-203 365	-14 365
Technical Support MIIPS	200 000			0	0	200 000
Good Governance	137 000			8 920	-145 920	0
Synergistic Partnership	-			498 085	-37 600	460 485
Basic bookkeeping	-			100 000	0	100 000
Bhamshela Nodal Development	-			1 250 000	0	1 250 000
Ndwedwe Small factories	-			550 000	0	550 000
Hlalisiile women co-op	-			176 504	0	176 504
TOTAL	10 485 781	0	0	13 133 801	-11 583 183	12 036 399

APPENDIX C
NDWEDWE MUNICIPALITY
ANALYSIS OF FIXED ASSETS AS AT 30 JUNE 2008

Expenditure 2007 R		Budget 2008 R	Balance 01/07/07 R	Expenditure during the yr R	W/off, Tfrd, Disposed R	Balance 30/06/2008 R
10 536 330	RATE AND GENERAL SERVICE	14 233 786	21 347 884	16 421 227	-	37 769 111
21 669	Land & Buildings	203 000	2 904 971	202 287	-	3 107 258
112 939	Furniture & Equipment	132 000	998 195	983 426	-	1 981 621
269 017	Computers & IT Software	120 000	964 699	379 509	-	1 344 208
170 604	Motor Vehicles	-	1 859 697	-	-	1 859 697
9 962 100	Projects	13 778 786	14 620 321	14 856 005	-	29 476 326
-	SUBSIDISED SERVICES	-	-	-	-	-
	Market Stalls					
	Community Hall					
-	ECONOMIC SERVICES	-	-	-	-	-
-	Refuse Site	-	-	-	-	-
-						
-	TRADING SERVICES	-	-	-	-	-
-	Electricity Service		-	-		-
-	Water Service		-	-		-
10 536 330	TOTAL FIXED ASSETS	14 233 786	21 347 884	16 421 227	-	37 769 111
LESS						
LOANS REDEEMED & OTHER						
CAPITAL RECEIPTS						
RATE & GENERAL SERVICES						
	Loans redeemed & advances repaid		21 347 884	16 421 227	-	37 769 111
	Contributions ex Operating Income		-	-	-	-
	Contributions ex Grants & Subsidies		1 715 218	-	-	1 715 218
	Donations		19 374 850	16 421 227	-	35 796 077
			257 816	-	-	257 816
	NET FIXED ASSETS		-	-	-	-

APPENDIX D
NDWEDWE MUNICIPALITY
ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2008

ACTUAL 2007 R		ACTUAL 2008 R	BUDGET 2008 R
<u>INCOME</u>			
39 281 259		39 255 495	48 045 652
23 444 035	Equitable Share	1 21 004 245	19 682 000
15 502 869	Grants and subsidies	2 17 785 843	19 513 652
334 355	Sundry Income	3 465 407	8 850 000
	Accumulated Surplus		
2 301 810	Interest earned	4 3 038 318	1 000 000
41 583 069	TOTAL INCOME	42 293 813	49 045 652
<u>EXPENDITURE</u>			
13 810 763	Salaries, Wages and Allowances	5 14 529 193	18 167 745
8 386 964	General Expenses	8 002 549	16 048 697
8 386 964	- Other General Expenses	6 8 002 549	16 048 697
388 078	Repairs & Maintenance	7 216 000	390 000
-	Capital charges	8 -	-
-	Contribution to Capital Outlay	9 -	14 233 786
	Other adjustments	10	-
-	Contributions to provisions	11 179 847	205 424
	Other Projects	12	-
22 585 805	Net Expenditure	22 927 590	49 045 652

APPENDIX E
NDWEDWE MUNICIPALITY
DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

Actual Income 2007 R	Actual Expend. 2007 R	Surplus/ (Deficit) 2007 R		Actual Income 2008 R	Actual Expend. 2008 R	Surplus/ (Deficit) 2008 R	Surplus/ (Deficit) 2007 R
41 583 069	22 585 805	18 997 264	RATE AND GENERAL SERVICES	42 293 813	22 927 588	19 366 226	18 997 264
954 000	6 791 819	-5 837 819	Council	7	-	5 599 317	-5 837 819
1 580 000	8 841 474	-7 261 474	Corporate	1	600 000	9 576 251	-7 261 474
26 730 200	2 380 210	24 349 990	Finance	2	25 241 303	3 243 658	24 349 990
-	814 387	-814 387	Management	3	-	1 299 818	-814 387
6 268 044	1 790 674	4 477 370	Technical	4	13 558 510	1 489 086	4 477 370
6 050 825	1 967 241	4 083 584	Community Services	5	2 894 000	1 719 458	4 083 584
-	-	-	Planning	6	-	-	-
41 583 069	22 585 805	18 997 263	TOTAL	42 293 813	22 927 588	19 366 226	18 997 264
		12 674 575	Accumulated Surplus/(Deficit) beginning of Year			10 169 511	
		-21 502 327	Appropriations for the Year			-22 117 154	
		10 169 511	Net Surplus/(Deficit) For the Year	8		7 418 583	

APPENDIX F

NDWEDWE MUNICIPALITY

STATISTICAL INFORMATION FOR THE YEAR ENDED 30 JUNE 2008

DETAILS	2008	2007
POPULATION(APPROXIMATELY)	175850	175850
TOTAL PERSONNEL IN THE SERVICE OF THE COUNCIL	57	50